G. R. S. IX-5]

Previous references.

File No. 33-09

1909-10
(Banking)

Serial Nos. 1 – 5

Later references.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1 – 5

Part B for December 1910

SUBJECT.

Family Pension Branch (Private
Mysore State Life Insurance
Scheme –

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563. Sanctions the proposals of the
Comptroller for starting a Family
Pension Fund for Officials
Mysore —

W D 85—GPB—50,000—24-7-16

G.R.S. 11] 1909-10

GENERAL AND REVENUE SECRETARIAT.

Bankers

NOTES.

File No. 33

File Heading.

Family Pension Branch to the Mysore State Life Insurance Scheme

From The Secretary, Insurance Committee

No. 2103 Dated 3-1-10 Received 4-1-10

Diary No. 2475	Enclos. 1 file	Spare Copies.	Serial No. 1

Brief Abstract of Letter.

Submits for orders of Govt copy of Resolution IV passed in the Committee meeting held on 11.12.09 on the above subject along with draft rules relating to the Scheme.

NOTES AND ORDERS.

Sd/-
4/1/10 The matter has already undergone discussion at the hands of the Committee. One important objection that has been taken to the scheme seems to require further

Notes—First sheet.

GPB—30,000—20-3-06.

Serial No.

Consideration. It is apprehended that the Scheme may not prove successful financially in view of the fact that there is already a fairly heavy draft on the resources of Govt officers by way of the compulsory State Life insurance. It is perhaps a matter of common experience & knowledge that Agents of private insurance Companies already complain of their inability to do sufficient business in Mysore owing to the Govt holding a large portion of the field: There is thus sufficient indication that in the great majority of cases, the deduction of a 10% from the salary of a Govt officer is as far as we can go and that there is after that not much margin left for him to make providential investments, however prudent & necessary.

As regards the benefit of the Scheme itself; when tested against that of Life assurance, it does not seem to be much. The advantage of the Scheme is that it ensures the benefit of the assurance reaching the beneficiaries in that no lump sum is paid

NOTE—Contn. sheet.

GPB—50,000—13-5-08

Serial No.

into the hands of the minor or female heir from whose hands money is very likely to soon slip away, but only a pension for to the nominee all his ~~life~~ or her life. Per Contra there is the fact that if the nominee should die in his life time, the insurant will find that ~~not only~~ has all the money he had spent ~~has~~ thrown away ~~but also the beneficiary has~~ ~~has~~ ~~absolutely nothing to expect in return. It is submitted that this would be felt as an insufferable burden by a~~ ~~person from this point of view.~~ It is stated that a plan of "Surrender Values" is under Consideration. As the scheme stands at present, the want of a provision for Surrender values and the existence of a Compulsory Sinking Fund ~~Life Insurance~~ ~~undoubtedly~~ detracts from its excellence.

No. The question of surrender values can be considered only after some experience is gained & after one or two valuations made by the Actuary. At present the scheme must be taken as it is.

MC
29/1/08

For yet other reasons also it is feared that the scheme may not be taken advantage of by a large number of officers. In the case of the older officers, the danger to guard against

NOTE—Contn. sheet.

GPB—50,000—13-5-08

Serial No.

which the scheme is intended does not generally exist, as they may be expected to have grown up relatives who do not stand in need of protection. To the younger officers what with deductions on account of insurance and house building advances as well as a host of other pressing domestic calls, further outlay on provision of the kind in question may not be practicable. Then the want of ~~a~~ surrender value and exemption of compulsory insurance, seem to form some of the factors that may go to render the success of the scheme somewhat problematical

29/11/10

The Scheme has much to Commend it and the members of the Insurance Committee have generally approved of it

Fin Secy

29/11/10

The scheme makes subscription the family pension branch optional and the apprehensions expressed regarding its success

GPB—55,000—27-4-09

Serial No.

need not prevent us from putting it to the test. It may be made a condition that the Fund should not be started until 50 applications for admission are received.

The rates are taken from the Hindu Family Annuity Fund of Calcutta which is a thoroughly successful concern of long standing & absolutely sound financial position. Mr. Hardy, the President of the Actuarian Society is the Actuary of the Hindu Family Annuity Fund and the rates are approved by him. Personally, I would adopt these rates without any further examination but if the Dewan desires they may be submitted to the Actuary for opinion. The actuary however may demand a fee for his opinion.

As regards the subscription being a burden I would point out that for a young man a monthly sum of about Re 1/8 is necessary to secure a pension of Rs. 5/- for his wife. The rates are therefore low. A scheme of surrender values may require the rates to be raised.

I would respectfully recommend the scheme being given a trial. I have no doubt that a large number of post servants would avail themselves of it.

JR 29/1/10

(Dewan) Circulate to Council. The principle of the Scheme

JR 29/1/10

I have since compared the rates given here with those in the first Indian Bengal & Madras service Family pension Fund. The rates agree very closely the difference not exceeding 2 pies in any of the cases verified by me.

JR 29/1/10

42.53 1.2.1910

NOTE—Contn. sheet.

GPB—55,000—27-4-09

Serial No.

Seems the proposal worthy of approval – The annuity Tables I take on trust

25/3/10

Circulate

26/3/10

28/3/10

28-3/16

1578.
30.3.10

The draft rules & tables may be submitted to an actuary for scrutiny and report. a fee may be paid if necessary. One of the points for consideration is the surrender value to be paid in certain Contingencies

What is the actuarial estimate of the risk of loss to Government?

What is the minimum number of subscribers required for starting the fund on a proper basis & to make it self supporting?

GPB—55,000—27-4-09

Serial No.

The idea of a Provident fund found to contain a good one and deserves support The question is, will the officials as a body avail themselves fully of the option given to them? How far will the Govt be justified in launching a scheme of this kind which interferes with private institutions designed for a similar purpose — A Compulsory Insurance scheme is morally justifiable both in the interests of the individual & the State But an optional Insurance does not possess the same valid claim on public revenue —

The details of the rules & tables may be discussed at a meeting of the Commn.

BM
30/3/10

NOTE—Contn. sheet.

GPB—50,000—18-5-08

Serial No.

I have already recorded my ~~few~~ views in a general way in the note I recorded as President of the Insurance Committee. As it was decided that the matter shd be submitted to Govt as one independent of that Committee's business it was not further sifted there.

If the practicability of the scheme is established, I think that it may be ~~can~~ undertaken.

If the age assumed for the purpose of the ~~to~~ Calculation of rate as the average of the ~~lives~~ life of Subscribers & nominees is known, the soundness of the Calculations may be easily tested. It must I presume that the subscriber alone is medically examined. It must be noted that the risk increases accg to the bad health &c of the subscriber & the good health of the nominee. Perhaps the Fl Br can refer to some books giving informatn about the method of Calculation

Yes

For II

NOTE—Contn. sheet.

GPB—50,000—13-5-08

Serial No.

The subject may be taken up, I think, at a meeting.

8/4/10

4/11 4.10.

No reference books of the nature referred to by the 2nd Commissioner are available either in the Secretariat Library or in the museum office.

page 847

Among a number of funds mentioned in the Civil Account Code Vol II ~~therefore~~ as pertaining to civil funds the following are selected as being analogous & bearing on the present question.

C.A.C Vol II has been detailed & subd to Bodies 4/11 13/4

1. Bengal R. S. Family pension fund
2. Bengal & Madras Service Family pension fund
3. Bombay R. S. Family Pension fund
4. Guards Family Pension fund.
5. Madras Family Annuity fund (Bombay)
6. Bengal Asian Family pension fund

~~Probate duty~~

As these are official publications there may be difficulty in obtaining

NOTE—Contn. sheet.

GPB—50,000—18-5-08

Serial No.

them direct & may have to obtain this the Residency or thro' the aid of the Inspector from the regulation administrations.

Subd A perusal of the Tables given in the pamphlet
12/4 of the above Funds, which are also annexed
Exptr. would give some data for Comparison.
The Comptroller perhaps may not be able to get all these books. It would be better to obtain them through the Residency.

Subd Bsley 12.4.10.

Young on Insurance may perhaps give some information. The portions of any maybe marked Subd Bsley C.R.

A draft may also be put up to Resr as requesting the supply of a Set of the Tables to be referred to above -

Cpy 16/4/10

16/4 10

Draft Subd Bsley

16/4 10

19/4 09/14/10

20.

Issue 21/4/10

22.4.10

NOTE—Contn. sheet.

GPB—50,000—18-5-08

Serial No.	
2	To the First Asst Resident Dol 909 § 23-4-10 Requests to obtain for reference rules & other printed papers relating to certain service funds in B India
3	From the First Asst Resident No 3241 § 30-5-10 Forwards papers relating to Service Funds in the Bombay Presidency & states that rules relating to other funds will be transmitted to the Darbar on receipt Sd Rd 1-6-10.
4	From the First Asst Resident No 3520 § 8.6.10 Forwards papers relating to the Bengal Uncovenanted Service Family Pension Fund & the report of the Fund for 1908-09 as also the papers relating to Bengal & Madras Service Family Pension Fund. Sd 10/9

NOTE—Contn. sheet.

GPB—55,000—27-4-09

G. R. S. 12]
General and Revenue Secretariat.

B File No. 33 of 1909

Serial No.

5 From the Trsh. Assistt. Resident No 4352 d 21-7-10
Forwards copy of memorandum & articles of Association together with a copy of the annual report of the General Family Pension Fund, Bengal
Subd
21/7 none of the books so far obtained throw light on the method or principle of calculation.

As regards the rates now proposed they appear to be slightly higher than those of the "madras and Bengal Service family pension fund" and much lower than those of the "Bombay uncovenanted service family pension fund"

arh 11/8/10

The Madras and Bengal family pension service fund was started in 1904 and its data are high. That the data of the Bombay uncovenanted Service family pension fund is more to quite reasonable as it combines the principle of insurance with an annuity fund in as much as it permits subscribers to continue even after the death of a wife to draw sums of money for the benefit of the family. This is almost insurance

Notes however are U
not [illegible]
arh 11/8/10.

Q

NOTE—Contn. sheet.

GPB—58,000—27-4-09

Serial No.

are the rates shewn therefore on the high side. That our rates are higher than the Bengal Mortality found shows that it certainly does not err on the side of undervaluing and is one safety against any risk of loss. It is also reported that there are no books showing the method of calculation of the rates. Chapter II in Jones's book on Insurance gives some general directions on Risk Premiums which really form the foundation for Calculating rates. All these schemes provide for Surrender Value and Commutation

3.8.10.

If it is desired to study the methods of calculation adopted in fixing the rates the following books should be obtained

(1) Institute of Actuaries Text book Vols I & II

(2) Jones on Annuities also in two Volumes.

The latter is an excellent book but I think is now out of print. However booksellers may be able to obtain copies if asked for.

I think (writing from memory) that atleast one of the above books was included in the list which I sent to the Govt Secy sometime ago for being obtained

GPB—55,000—27-4-09

Serial No.

for the financial library of the Sect. The books may be ordered.

I shall try to give a rough idea of one method of calculation.

In the first place we must have life tables applicable to the community for which the fund is being started. These tables are the result of a large number of observations and show how many out of say 10,000 persons born at the beginning of ~~the first~~ any year are alive at the beginning of the 2nd year, third year & so on.

There are separate tables for men & women. The Carlyle & the Northampton tables are the standard ones used in English actuarial calculations, but special tables applicable to particular classes have also been prepared. Let the tables for our purposes be as follows:

men	women
10,000	10,000
N_2	n_2
N_3	n_3
N_4	n_4
⋮	⋮
N_x	n_x

GPB—35,000—27.4.09

G. R. S. 12]
General and Revenue Secretariat.

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Serial No.

Adopting the usual notation for annuities certain the present values of the successive payts of a premium of say Rs P per annum are P, PR^{-1}, PR^{-2} &c.

Now what is the chance that the instalment PR^{-1} will come in the case of a man a years of age i.e. at the beginning of $a+1^{th}$ year. We know from the life tables that out of N_{a+1} men at the beginning of $a+1^{th}$ year, only N_{a+2} live upto the beginning of $a+2^{th}$ year. The chance of the instalment PR^{-1} coming in is therefore $\frac{N_{a+2}}{N_{a+1}}$. Taking this actuarial element into consideration the present value of the instalment PR^{-1} in the case of a man at the beginning of $a+1^{th}$ year is $\frac{N_{a+2}}{N_{a+1}} PR^{-1}$. Similarly the present value of the other instalments are $\frac{N_{a+3}}{N_{a+1}} PR^{-2}$, $\frac{N_{a+4}}{N_{a+1}} PR^{-3}$ and so on.

But if the premium is payable only if another individual (the wife) is also alive at the time of payt & if the age of the wife is b, then the present value of the premia will be

$$\frac{N_{a+2}}{N_{a+1}} \cdot \frac{n_{b+2}}{n_{b+1}} PR^{-1}$$

$$\frac{N_{a+3}}{N_{a+1}} \cdot \frac{n_{b+3}}{n_{b+1}} PR^{-2}$$

+ &c

Note—Contn. sheet.

GPB—35,000—27-4-59

Serial No.

Now consider the present value of an annuity of Rs A payable after the husband dies & during the life time of the widow.

If it were an annuity certain the amount payable at the end of the first year would be AR^{-1}.

The chance that the husband is dead at the end of the first year is $\frac{N_{a+1} - N_{a+2}}{N_{a+1}}$ & the chance that the wife is alive is $\frac{n_{b+2}}{n_{b+1}}$.

The present value of the instalments is therefore

$$\left(1 - \frac{N_{a+2}}{N_{a+1}}\right) \frac{n_{b+2}}{n_{b+1}} \cdot A R^{-1}$$

$$\left(1 - \frac{N_{a+3}}{N_{a+1}}\right) \frac{n_{b+3}}{n_{b+1}} \cdot A R^{-2}$$

&c

Equating the present value of the premia with the present value of the annuities we get the equation

$$P \left\{ \frac{N_{a+2}}{N_{a+1}} \cdot \frac{n_{b+2}}{n_{b+1}} R^{-1} + \frac{N_{a+3}}{N_{a+1}} \cdot \frac{n_{b+3}}{n_{b+1}} R^{-2} + \text{- - - -} \right\}$$

$$= A \left\{ \left(1 - \frac{N_{a+2}}{N_{a+1}}\right) \frac{n_{b+2}}{n_{b+1}} R^{-1} + \left(1 - \frac{N_{a+3}}{N_{a+1}}\right) \frac{n_{b+2}}{n_{b+1}} R^{-2} + \text{- -} \right\}$$

From this equation if the age of the parties, the rate of interest and the

NOTE—Contn. sheet.

GPB—55,000—27-4-09

Serial No.

amount of pension to be secured for the widow is given, the premium required can be calculated.

In actual practice the calculation is shortened by transformation & manipulation and by the use of tables. The above explanation gives the principle of one of the methods of calculation.

It will thus be seen that in the case of double life calculations the soundness of the rate tables cannot be easily tested by assuming the average duration of life as suggested in the 2nd Cr's minute.

From the statement appended in which the premium payable for securing a life pension of Rs 5/- for the subscriber's wife is shewn according to the tables of three various funds it will be seen that there is practically no difference between the rates of the following three funds:

(1) Hindu family annuity fund
(2) General family pension fund.
(3) Bengal & Madras family pension fund managed by Govt of India.

The rates proposed for the Mysore fund is that of No (1).

GPB—35,000—27.4.09

Serial No.

It is only in the case of the Bombay Fund that the rates are appreciably different.[x] As the three funds referred to above are working well being 38, 40 & 6 years old respectively the rates may be held to be quite safe. In the case of the Hindu Family Annuity Fund the class of subscribers is the same as that of the proposed Imperial Fund viz. mostly middle class Hindus.

In the case of the Hindu Family Annuity Fund the actuary has at some valuations allowed some relief to be allowed to subscribers of a certain number of years standing and also to subscribers whose nominees have died. But this relief is small & precarious & can, if at all, be referred to in the rules in a very general way.[x]

Considering all points I do not think that anything material will be gained by referring the rates to an actuary. The actual experience of successful funds for long years is worth more than an actuary's report in a case like this. I have no hesitation in saying that in adopting the scheme in the form in which it has been submitted the Govt of Mysore will not

This difference is due to the additional advantage secured by this fund, referred to in Mr Seju's note above.
JPC
K/8

[x] Vide Paras 112 & following paras in the H. F. A. Fund rules. I have purposely omitted such rules from our draft rules but if desired a general rule to the following effect may be introduced viz. Surplus at valuations may be devoted to affording relief to subscribers whose nominees die & to those of long standing
VR

NOTE—Contn. sheet.

GPB—55,000—27.4.99

Serial No.

running any risk; and that by doing so they will place within the reach of their employees a convenient and absolutely safe method of making family provision.

There need be no apprehension of competing with private enterprise in this matter nor being accused of it as there does not seem to be much enterprise in this direction

Suppose just at present. The fact that the Postal Dept. have undertaken a similar task in Provinces where private enterprise is much keener than it is in Bombay lead to the same conclusion.

The Insurance Committee may be authorized to have the rules printed in a pamphlet form & circulate the same to agents & to start the Family Pension branch after 50 subscribers have expressed their willingness to join.

[signature]

[illegible]

Secretary

After the explanation given by the Financial Secretary I find that the matter of arriving at the rates &c is not so simple as it looked. It requires

GPB—50,000—13-5-05

For a family pension of Rs 5 per month

Age of Subscriber	Age of wife	Hindu Family Annuity Fund.	Govt Family Pension Fund.	Bombay Uncovenanted Service Family Pension Fund.	Bengal Medical Service Family Pension Fund.
			10%		10%
20	15	1.6.1	1.6.5	-	1.6.2
25	20	1.7.3	1.7.2	1.9.6	1.7.3
	15	1.8.0	1.8.0	1.10.6	1.8.1
30	25	1.9.9	1.9.7	1.11.5	1.9.10
	20	1.10.7	1.10.5	1.12.8	1.10.8
	15	1.11.5	1.11.2	1.13.8	1.11.5
35	30	1.13.10	1.13.7	1.14.3	1.13.11
	25	1.15.0	1.15.2	1.15.4	1.15.2
	20	1.15.11	2.0.0	2.0.6	2.0.0
	15	2.0.10	2.0.10	2.1.6	2.0.10
40	35	2.2.9	2.2.5	2.3.4	2.2.9
	30	2.4.4	2.4.0	2.5.2	2.4.4
	25	2.5.7	2.5.7	2.6.6	2.5.8
	20	2.6.8	2.6.5	2.7.9	2.6.8
45	40	2.6.1	2.6.5	2.9.3	2.6.1
	35	2.8.5	2.8.9	2.11.8	2.8.5
	30	2.10.2	2.10.5	2.14.0	2.10.3
	25	2.11.6	2.11.2	2.15.7	2.11.6
	20	2.12.7	2.12.10	3.1.0	2.12.7

Serial No.

more time and more knowledge than I possess to understand all the principles of Calculation.

I agree that we shall be quite safe in adopting the rates & rules of such Concerns as have worked successfully. If the Subscriber lives for ~~some~~ the expected number of years, the pension can be given from the interest on the accumulated Payments that have been made by him. In Case of premature deaths, the fund will have to incur loss but this will, I expect, be more than made up for by the gains on lives which have endured longer and by the surplus after the deaths of beneficiaries

As I have already stated, the funds of this Concern and

GPB—55,000—27-4-09

Serial No.

those of life insurance should be kept apart. But there is no fear that Govt which holds these funds and ultimately guarantees their solvency will be a loser in any way.

The management of the fund may be entrusted to the Secretariat Committee.

I would have a hundred subscribers for beginning with. Of course, this will be optional and not compulsory like the Insurance scheme.

24/9/10

I presume that the main principles of the business are

The pension becomes payable from the date of the subscriber's

GPB—65,000—27-4-09

Serial No.

Denise;

That the rules about punctuality in payments & forfeiture for failure are the same as in life assurance;

That in case of the beneficiary's death before the subscriber, the latter of course stops the further subscription but has no right to payments already made

That ~~2~~ (in the absence of Special Rules) the subscriber will not be allowed ~~to~~ any surrender value, or to substitute another nominee for another even while the former is alive.

24/9/10

913
27.9.10

The expert opinion of our Financial Secretary is deserving of all respect and I would certainly accept it. But to make assurance

GPB—55,000—27-4-09

Serial No.

doubly sure, the opinion of an Actuary acquainted with Indian Conditions may be taken. Such an outside opinion will further us in any action we may take in the matter.

Currently the pension becomes payable from a certain date say, on a subscriber attaining 50 or 55 years of age; many a subscriber would find it hard to spare any thing out of his pension.

We may begin with 100 subscribers as suggested by the Second Councillor.

26/9/10

8106 '10 [illegible]
27.9.10

Dewan

27/9/10

G. R. S. 12]
General and Revenue Secretariat.

B File No. 33 of 1909

Serial No.

Draft Lubd Hdq
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Dewan)

87280
15.11.10

NOTE—Contn. sheet.

GPB—55,000—27-4-09

Submitted to His Highness.

Paper under discussion.

I submit herewith the papers relating to a scheme proposed by Mr. Chakravarti, Comptroller and Secretary to the State Life Insurance Committee, for starting a Family Pension Fund for officials in Mysore, similar to the various Family Pension Funds in several Provinces in British India. The rates proposed to be adopted are those of the Hindu Family Annuity Fund of Calcutta which has been in existence for 38 years, and which is intended for the same class of subscribers as the proposed Fund for Mysore, i.e. mostly middle class Hindus.

2. The main features of the scheme are the following:-

(1) Subscriptions to the Fund will be entirely optional.

(2) An official, by paying a fixed monthly subscription during his life time may secure a pension for life or for a term of years to a specified nominee, or specified nominees, such as wife, child, parent or other relative, who shall survive the subscriber. If any nominee predeceases the subscriber, the latter shall not be entitled to a refund of the whole or a portion of the subscriptions paid on behalf of

such nominee.

(3) The intending subscriber will be liable to medical examination; there will be no medical examination for nominees.

(4) The amount of pension which can be secured for each nominee shall be not less than Rs.5 or more than Rs.30 per mensem, and the aggregate amount of the pensions which may be secured for all the nominees of a subscriber shall not exceed Rs.80 per mensem, of which not more than Rs.60 per mensem shall be life pensions.

(5) The nominees will not be permitted to assign their pensions.

Pages 13 - 19 of Office Note.

3. The Financial Secretary has noted elaborately on the principles and rules of calculation adopted in such cases, and suggests that the proposed rules may be sanctioned, with the addition, if considered necessary, of a rule to the effect that surpluses at actuarial valuations may be devoted to affording relief to subscribers whose nominees die, and to those of long standing. He proposes that the rules may be printed and circulated to officers, and the Fund started after 50 persons have expressed their willingness to join.

Pages 19 - 22 of Office Notes

4. The Second Councillor agrees with the Financial Secretary, but would make 100 the minimum number of subscribers with which the Fund would be started. The First

Page 23 - 24

Councillor generally agrees in these views, but he thinks

it desirable to refer the proposed rates to an actuary, in order to satisfy ourselves that they are sufficient, and will not involve the risk of loss to the Government. As noted by the Financial Secretary, however, the actual experience of successful funds (like the Hindu Family Annuity Fund of Calcutta) for long years is worth more than an actuary's report in a case like this.

5. I submit the papers for His Highness' sanction to the proposed rules being adopted with the addition of the rule referred to in para 3 above, and the Fund being started if fifty officials express their willingness to join. One hundred appears to be too many for a small State like Mysore.

Yrs.

Record of Cases submitted for the Orders of His Highness the Maharaja.

V. 232

3.11.10
1600.

Subject.

Mr. Chakravarti's proposals for starting a Family Pension Fund for officials in Mysore.

DO. 292

Order.

Sanctioned
~~KRW~~
4/11/10

Secy
5/11/10
II
CTS
7/11/10

7/11/10
7/11/10
1/11/10

Some orders reqd
8/11/10

15/11.10

Serial No.

Passed as draft - approved

Draft as altered and approved by the Financial Secretary is put up for submission to the Dewan as directed.

2. A Copy has been sent to the Press for printing and early proof has been called for.

3. In the meanwhile the altered draft has been directed to be submitted to the Dewan for his approval of the alterations made by the Fl Secy who important of which are the following viz

Section II.

To Rule 45 following has been added.

Flag 77

"For appointing an agent a female pensioner will have only to sign or affix her mark to a declaration in the presence of two respectable witnesses."

To Rule 46, the following addition has been made.

Flag U

"The pension of a minor child will be paid to the mother of the child without the production of any legal authority; provided that guardians for minor nominees, appointed by a Subor

GPB—50,000—12-8-10

G. R. S. 12]
General and Revenue Secretariat.

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Serial No.

Subscriber owning his life-time and registered in the Insurance office will be always recognised

ml-5.
16/12/10

9355
17.12.10

Dewan
Asst manager

17.12.10.

To Board
Confidential 17/12

GPB—50,000—12-8-10

Copyright Bill

(1) Please issue the
order re Form
Licensing & Performance
Office & see the Notice
letter with the enclosures
re Principle of the
Scheme, which is
to be carried in the Gazette
re Notice to be published in the Gazette
& see can be published in the Gazette
(2) The Copy of the enclosures
above referred to are already
in Office & the matter
should be kept standing for
further Copies being taken
with forms in a book
from later on
& keep it separate from all
above - Please submit Office
to me 4-7-11

G. R. S. 12]
General and Revenue Secretariat.

File No. of 19

Serial No.

H Secs 678

Final proofsheets of the Government order relating to the Starting of a Family pension Fund.

Submitted to the Dewan for favour of approval. A few changes were made when reading over the first proof to make the meaning clearer. The changes made will be clear from the copy of the first proof placed below. I hope they will be approved.

M
16/2/10

10174
-16.2.11

Approved

Secretary

Asst Secy

Is it usual to print proceedings in the Gazette? Please bring up & explain how exactly the papers will appear in the Gazette.

I asked Supdt Fin. Branch to print up a few forms. When may I expect them?

M
20/2

NOTE—Contn. sheet.

GPB—50,000—12-8-10

G.R.S. 13]

Routine Notes.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

XX

Bankruptcy file No. 33 of 1909.

In this case the Deputy Official Receiver has sent a typed draft, Exhibit marked [illegible] issued to the Press, with the rules as finally approved appended at the end.

Ken
19.11.10

Assistant Secretary, Bankruptcy Dept.

9488

Bankruptcy Dept.
Please let me have the final draft before the Press this evening.

H
22.11.10.

N B—Should routine notes be written on small slips, the notes must be copied, or slips pasted on this form.

GPD—35,000—21-4-09

Form no 3

Facts of the case relating to ----------, mentioned in the Schedule appended to my application dated to be admitted as a subscriber to the Family Pension Branch of the Mysore State Life Insurance.

Rule ~~16~~ 19

Signature----------

Designation----------

I hereby solemnly declare that the facts above stated are true to my knowledge, except as to matters stated to be on information and belief and as to those matters I believe them to be true.

Signature----------

The above facts are to the best of our knowledge and belief true.

Rule 18

1. _____
occupation _____

2. _____
occupation _____

Form no 4

FAMILY PENSION BRANCH.

(Mysore State Life Insurance)

Declaration of Age

I hereby declare that I was born at----------

on the day of in the year so that I am year months of age on this date, in proof whereof I herewith produce an authenticated copy of my horoscope or a certificate of birth signed by Messrs ------- and ----------.

Date

Signature ----------

Family Pension Branch

(MYSORE STATE LIFE INSURANCE.)

~~M. S. L. I.~~
~~G. I. A.~~

Additional Questions in the case of a female ~~proposer~~ applicant

(*a*) Is she married If so, is there pregnancy	
(*b*) How many Children ?	
(*c*) Have the labours been easy ?	
(*d*) Is there liability to miscarriage ?	
(*e*) Are the functions of the ovaries and uterus natural ?	
(*f*) Is there suspicion of organic disease of these organs ?	
(*g*) Is there any cancer of the breast or other organ ?	
(*h*) Is there any special risk owing to her pregnancy or confinement ?	

Date

Signature of Medical Officer.

GPB—200—25-5-09

F 341
D. 2475

(1)

190

From
The Secretary
of Insurance Committee

To
C.S.Balasundaram Iyer Esqr.B.A.
Offg.Secretary to the Govern-
-ment of H.H.the Maharaja of
Mysore.Gen & Rev Departments
Bangalore.

Dated 20th. December 1909.

Despatched 3rd January 1910

Received

General No. 2103
No.

Enclosure No. 1 Resolution Copy
1 file pertaining with
Family pension Scheme

Sir,

I have the honor to submit herewith for orders of Government a copy of Resolution IV passed in the meeting of the Insurance Committee held on the 11th.December 1909, along with a set of the draft Rules relating to the addition of a Family Pension Branch to the Mysore State Life Insurance.

The file of papers containing the opinion of the members of the Insurance Committee are also forwarded for reference and kind return.

I have the honor to be
Sir
Your most obedient servant

GPB—2,00,000-[illegible]

Joint-Secretary, Insurance
Committee.

Copy of Resolution No.Iv.Dated 11th.December 1909.

IV.

As required by resolution No.5 dated 31-7-09,papers relating to the addition of a Family Pension Branch to the Mysore State Life Insurance were placed before the Committee.

After further ~~discussion~~ consideration of all the facts set forth by the Secretary in refer-ence to the Scheme it was resolved that the draft rules relating to the addition of a Family Pension Branch to the Stat Life Insurance be submitted to Gover-ment for favourable consideration and adoption after such further enquiry as may be deemed necessary by the Government,pro-vided that the Funds belonging to this branch are kept separate from those of the present Life Insurance Depart-ment.

Copy

Assistant Secretary

Insurance Committee.

The addition of a Family Pension Branch to the Mysore State Life Insurance office.

Committee's Directors'

I beg to submit for favour of the ~~Directors~~' approval the accompanying scheme for the addition of a Family Pension ~~Scheme~~ Branch to the Mysore State Life Insurance office. If the Committee Scheme is approved by the ~~Directors~~ the additions and alterations suggested by them will be embodied in the draft rules and they will be submitted to Government for sanction as a proposal made by the ~~Directors~~ Committee. The principles underlying the Scheme and a general outline will be found in Sec.I of the following note:-

I would invite the attention of the ~~Directors~~ Committee to the following points in connection with the Scheme.

(1). Subscriptions to the Family Pension Branch will be entirely optional and the extent of the subscription will be fixed by the subscriber himself within the limits of Rule 10.

(2). A ~~medical~~ medical examination of the nominee is not required.

(3). The pensions are not assignable by the nominees(Rule 21) so that a person provided for will be sure of getting the pension month by month up to the last.

Facilities exist in the British Provinces for officers of all grades for securing such provisions and it is desirable that similar facilities should exist in Mysore also. So long as subscription is voluntary no hardship need be apprehended to any one owing to the introduction of the Scheme;on the other hand it will be an incentive to the exercise of very wholesome economy and foresight amongst the officers of Government.

The rules are framed after the rules of some existing Funds. I may ~~may~~ be permitted to add that as a Director of a very successful Fund of this kind,I had for some time an opportunity of taking part in the practical working of rules ~~like~~ like those now submitted to the Directors and of observing

the inestimable benefit which such an institution confers the people for whose benefit it is intended.

J S Chakravarti

Secretary, Insurance Committee.

15th. April 1909.

Mysore State Life Insurance Office.

Proposed addition of a Family pension branch.

Section I.

Principles underlying the Scheme and general outline.

1. The principles on which the operations of this branch will be based are the same as those underlying the operation of other Family Pension Funds. All subscribers who join the branch secure substantial family pensions in case they die leaving nominees dependent on them. The pension payable to the nominees may be in many cases much larger than the subscription paid by the subscriber e.g,if a subscriber aged 25 dies leaving a widow aged 18 after having paid subscription for say six months to the extent of a few rupees,the widow may enjoy a pension of Rs.10/- a month for 5 0 years or more i.e,as long as she may live. On the other hand if both the subscriber and the nominee live for a long time or if the nominee dies before the subscriber the Fund has some advantage.

2. It will be seen that such an institution for the provision of family pension is one of mutual benefit. The subscribers in a body may be said to undertake the work of maintaining the family of those amongst them who may be so unfortunate as to die leaving helpless dependents. A subscriber whose nominee dies after he has paid subscription for sometime may have some satisfaction in knowing that though the contingency for which he was making the payments has not come to pass and the provision has been made ~~xxxxxx~~ unnecessary in his case,his payments will help in maintaining widows and orphans in other cases where the breadwinner has died before the nominees.

3. The fact that all permanent employees of the Mysore Government are required to insure their lives in the State Insurance office guards to some extent against the contingency of dependents of Government servants being left absolutely

destitute at their death. But the interest of the insurance money is not sufficient in any case to maintain the family and for various reasons an unassignable monthly pension is a much surer and better mode of provision for widows and orphans than a lump sum. Moreover the contentment and peace of mind which results from a person feeling that a provision has been made for the maintenance of his family after his death cannot be held to be secured by the existing Insurance Rules. Such contentment and peace of mind on the part of public servants is of much direct advantage to the persons themselves and of indirect advantage to the State. And the Scheme of family pensions is ~~introduced~~ proposed to secure the above result as far as possible. It must be understood however that subscription to the Family pension scheme will be entirely optional in the case of all present and future employees of the State; and that those who join will have perfect liberty in subscribing for any dependents they like consistently with the rules.

4 The main features of the scheme are the following (1) to (5) in further note.

Section II.

(Draft) Rules regarding the (proposed) Family Pension Branch of the Mysore State Life Insurance office.

Admission of Subscribers.

1. All employees of the Government of Mysore who are ~~liable~~ eligible for insurance under the Mysore State Life Insurance Rules will have the privilege of providing for the maintenance of their parents, widows, children and certain other relatives by paying additional subscription under the following rules.

The branch of the Mysore State Life Insurance office dealing with such provision will be called the Family Pension Branch.

2. Every intending subscriber to the Family Pension Branch (who is already in service) shall submit his Letter of Application through the head of his office to the Secretary in such form and with such declarations as the Directors may prescribe; and on paying an Entrance Fee of Rs. 4/- shall receive from the Secretary a letter authorising the Medical officer to examine him within a month from the date of such letter. In the event of the applicant failing to appear before the Medical officer within the period aforesaid, he shall be liable to forfeiture of his Entrance Fee, unless sufficient reason can be shown by him for non-attendance. In case of renewal of his Application, he shall be required to pay a fresh Entrance Fee.

3. The entrance fee should be paid into the nearest Treasury and the Treasury receipt forwarded to the Secretary Insurance office with the application as evidence of payment.

4. The medical officer shall be entitled to a fee of Rs. 4/- for each applicant (who is already in the service of Govt and had been examined before for State Life Insurance) ~~examined~~. He should submit periodical bills on this account to the Secretary Insurance office who will return them after check with the Comptroller order for pay at the Treasury

In the case of persons newly admitted to an appointment in which Insurance is admissible the medical examination for ordinary Insurance and for Family pension should take place simultaneously. In such cases no separate medical certificate for admission to the Family Pension Branch will be required and no fee will be payable to the medical officer.

7. The Directors may refuse to admit as a subscriber to the Fund any person applying to be so admitted, without assigning any reason whatever for such refusal.

All letters connected with Proposals from intending subscribers shall be considered private and confidential.

9. When an Applicant's proposal has been accepted or rejected by the Directors, due intimation of the same in writing shall be given to him by the Secretary through the Head of his office within one week from the date of such decision. In case of acceptance, he shall pay the amount of his Subscription for the month in which his proposal is accepted within 30 days from the date of receipt of Notice of Admission in cash into the nearest Treasury on failure to do so, such acceptance shall stand cancelled, and in the event of his renewing his Application, he shall be treated in all respects as a new Applicant. The names of all persons accepted as Subscribers, the nature and amount of the pension subscribed for, the names, ages, and condition of their Nominees shall be registered in the Insurance Office, and Entrance certificates, in a form to be prescribed by the Directors, shall be granted to such Subscribers on payment of their first month's subscription. Provided that no person shall be entitled to the privileges of a Subscriber until he pays his first ~~XXXXXXXX~~ month's Subscription.

II. Nature and limit of pensions which can be secured.

10. The amount of pensions which can be secured for each

parent widow,child or relative shall range from Rs.5/- to Rs. 30/- per mensem;provided that the aggregate amount of pensions securable for any number of Nominees by any single applicant shall,in no case,exceed Rs.60/- per mensem,and that of this amount not more than Rs. 60/- shall be life pensions

11. Pensions are given for life or for a term of years to Nominees of ~~Subscription~~ subscribers.

12. A pension secured for a Parent shall terminate on the death of such Parent.

13. A pension secured for a Wife shall terminate on her death; provided that the pension payable to her shall remain in abeyance during the life-time of a subsequent husband.

14. A pension terminable on death may also be secured for the following persons.

(a). Step-mother

(b). Widowed female Relative.

(c). Male Relative not younger than the Subscriber,nor below 21 years of age.

Provided that,in the case of a widowed pensioner,the pension shall remain in abeyance during the life-time of any subsequent husband.

15. A pension for life may be secured for any Relative,who is afflicted with such mental or bodily infirmity as in the opinion of the Directors,based on the report of the Medical officer, permanently incapacitates the person so afflicted from obtaining his livelihood,or in the case of a female,from marrying.

16. A pension for life may be secured for any married female Relative whose husband is afflicted with such mental or bodily infirmity as in the opinion of the Directors based on the report of the Medical officer of the Fund,or of any other Medical man,to be nominated by the Directors,permanently incapacitates the husband so afflicted from obtaining his livelihood.

17. Application for admission as a Subscriber shall be received from an employee desiring to secure a provision for any married female relation of good character, forsaken by her husband, or whose husband has remained unheard of for more than seven years at the date of the application. A certificate from two respectable residents of the place testifying to the correctness of the fact shall accompany the application. The applicant shall further solemnly declare the facts of the case in detail at the foot of his Personal Affirmation.

18. An intending Subscriber may secure a provision in the Fund for a Hindu widow or orphan not related to him, but quite helpless and destitute and depending on him and living under his protection for not less than ten years at the date of the application, and bearing a good moral character. A solemn declaration to the above effect, giving in detail the facts of the case shall be given at the foot of his Personal Affirmation.

19. A pension for a term can be secured for any male Relative under 21 years of age, and shall terminate on his completing that age.

20. A pension for a term can also be secured for any unmarried female Relative, and shall terminate upon the marriage or completion of her 18th year whichever shall first happen.

III. Pensions not assignable.

21. The pensions granted by the Fund are for the personal benefit of the Nominees of Subscribers. They are not assignable and the Directors shall refuse to pay any pension to any assignee.

IV. Rates of Subscriptions and other conditions.

22. The rates of subscription for securing pensions shall be regulated by the Tables, appended to these Rules, in the following manner.-

For a pension under Rules 12-17 Table I shall apply.

For a pension under Rules 19 and 20 Table II shall apply.

24. In fixing the rates of Subscription, the age of the Subscriber shall be ascertained and calculated according to the ordinary Insurance Rules. The age of the nominee shall be taken as the age on the birth-day preceding the date of Admission.

25. No person shall be admitted as a Subscriber to the Fund who has more than one wife, living at the same time.

26. Any Subscriber, contracting a subsequent marriage during the life time of his wife, shall, at the discretion of the Directors, be declared liable to pay an enhanced rate not exceeding 20 per cent of the rate hitherto paid by him.

27. If the Directors decide upon ~~KKK~~ accepting the proposal of an Applicant whose life in their opinion, is exposed to more than ordinary hazard, but otherwise good, or if any existing Subscriber shall enter into or engage in any service or employment of a hazardous nature, or if his life may otherwise become exposed to more than ordinary risk, such applicant or subscriber shall, during the continuance of such increased risk on his life, be liable to pay an augmented rate of subscription in proportion to such increased risk, not exceeding 25 per cent of the rate payable under the Tables appended to these Rules. The decision of the Directors as to the liability to pay an augmented rate of Subscription under this Rule, shall be binding upon all intending and existing Subscribers from the date on which the decision may be duly notified to them.

28. Rates of pension and Subscription shall not be altered except with the sanction of Government and even in that case it will not adversely affect contracts existing at the time of alterations.

29. A subscriber wishing to increase the amount of pension already subscribed for any nominee, or to provide for new nominees, shall, in all respects, conform to the Rules and Forms prescribed for observance in cases of original Application for

for admission. The necessary endorsement shall be made on back of the Entrance Certificate as per Form B and C.

28. A Subscriber may reduce the amount of ~~a~~ pension already subscribed for by him by giving notice in writing to the Secretary of his desire to do so, and from the first day of the month following that in which such notice shall have been given, he shall be liable to pay a subscription at the rate provided for such lower amount of pension provided that the subscriber so reducing the amount of a pension, and the nominee in respect of whom the pension has been reduced, shall have no claim upon the Fund by reason of the higher rate heretofore paid by the Subscriber. The necessary endorsement shall be made on the back of the Entrance Certificate. This rule equally applies to cases of withdrawal or cancellation of provision of nominee with retrospective effect.

30. Subscriptions received beyond the date of death of a subscriber, or death or withdrawal of nominees of such subscriber shall be refunded.

31. A duplicate copy of the Entrance Certificate may be issued to a Subscriber on payment of a fee of one Rupee, if he satisfies Directors that the original has been lost or destroyed. From the date of issue of the duplicate copy, the original shall cease to be binding on the Fund.

V. Method of payment of Subscription.

32. Subscriptions to the Family Pension Branch are payable employees in service in the same manner as subscriptions to the Ordinary Insurance Branch.

33. Subscribers in receipt of pension from Government shall pay their subscription by deduction from their pension at the time such pension is drawn and the rules applicable to those who pay their subscription by deduction from pay shall apply mutatis mutandis to the case of pensioners.

34. Subscribers who permanently cease to draw pay or pension from Government for any reason shall pay their subscriptions

in cash into the nearest treasury regularly within the first ten days of each month.

V/. Penalties &c.

37. Wilful omission or misrepresentation of any facts connected with the name,age,health,or constitution of the Applicant,or with the name and age of a Nominee,or of any other matter affecting admissibility to the benefits of the Fund or liability to pay augmented rate,shall involve the forfeiture of all claims on the Fund.

38. In the event of a Subscriber failing to pay his subscription during the period within which it becomes due according to the prescribed rules he and his nominees shall forfeit all claims on the Fund which he or they may have acquired. Provided that,in case,of the death of a subscriber before payment of his subscription within one month of default,the default shall not operate as a forfeiture of the claims of his Nominee but the amount of the subscription in arrear shall in the first place be deducted from the pension payable to such Nominee.

38. Provided further that subscriptions paid subsequent to forfeiture of claims on the Fund,shall not operate to revive them without the express orders of the Directors.

39. In the event of a subscriber failing to continue his subscription the Directors may on being satisfied of his inability to pay allow his nominees,subject to prescribed conditions,such pensions as shall bear to the pensions originally secured the same proportion as the number of complete years during which he has paid his subscription,bears to the difference between 85 and the age at the last birthday of the said subscriber at the time he joined the Fund. Provided such subscriber has paid his subscription for a period of not less than 10 years for his Nominees. Provided further that such Subscriber furnishes the Secretary to the Fund in July of each year with life-certificates of his Nominees from two respectable persons, accompanied by a statement from /x/ø/ himself showing

their

present condition, residence and occupation, and further pays during his life-time an annual registration fee at the rate of one anna per rupee of the aggregate yearly amount granted to his Nominees under this Rule.

If the Subscriber mentioned in the next preceding rule fails to comply with any of its requirements, he and his Nominees shall forfeit all claims on the Fund, unless the Directors within three months from date of forfeiture shall, on such terms and conditions as to them may appear proper, order the revival of such claims. If however, a subscriber dies in the month of July before payment of the Registration Fee prescribed under the next preceding rule, it shall be deducted from the first payment made to his Nominees after his death, the certificates and statement required being dispensed with.

The Directors may, at any time within six months from the date on which a subscriber forfeits his claims under the operation of Rule , re-admit him on his furnishing satisfactory explanation of the cause of default and upon payment of the subscription due, together with a fine not exceeding four times the monthly subscription payable by him. In any other case the Directors may re-admit a subscriber to the benefits of the Fund on such further terms and conditions, if any, as to them may seem proper. Provided that no application for a revival of claims be admitted after the expiration of one year from the date of default.

In the event of a defaulting subscriber dying within the period allowed by the next preceding rule for the revival of his claims and before the actual renewal thereof, his Nominees shall not be entitled to the benefit of the Fund except on such conditions as may, in each case, be laid down by the Directors and unless an Application be made by such Nominees within two months from the death of the Subscriber.

Provided that such subscriber has not during his life-time expressed his desire in writing to the office of the Fund to

cease to be a subscriber either for inability to continue his subscription or for any other cause, within the limit of one year as fixed in Rule.

VII. Rules regarding payment of pension.

45. The Nominee of a subscriber shall be entitled to the pension subscribed for him or her from the date of the death of the subscriber.

46. Pensions shall be payable except in the cases hereinafter mentioned, only to the pensioners themselves or their duly authorised Agents.

47. Pensions of children under the age of eighteen years and of all other persons under legal disabilities shall be paid to their natural and constituted guardians.

48. Any pension payable to a person afflicted with any mental or bodily infirmity amy, at the discretion of the Directors be paid to the person in charge of the pensioner.

49. No power-of-Attorney or Certificate of Guardian ship shall be recognised by the Directors unless the original be produced and a true copy thereof left for record at their office.

50. Upon the death of a subscriber, his Nominee, or if he be under legal disability, his guardian, or if he be suffering from mental or physical infirmity, the person in charge of him, shall apply to the Directors for the registration of the name of such Nominees as pensioner of the Fund, and the Directors shall, on the production of satisfactory evidence of the death of such subscriber, the identity of his Nominee, and in the case in which the pension is claimed on behalf of a Nominee, the authority of the applicant to receive such pension register in a book to be kept for the purpose, the name, parentage, age, residence and description of the pensioner, the nature of the provision made for and the amount of monthly allowance payable to him or her, the name and date of the death of the subscriber and his relationship with the Nominee. An extract from this book

shall be furnished to the Applicant.

49. In the event of no application for pension being received within three months from the death of a subscriber the nominee should be asked to submit the usual application.

50. All pensioners of the Fund shall be required to furnish half-yearly a certificate of Existence from two respectable parties in the prescribed printed form. Widow and Spinster pensioners shall also respectively furnish like certificates of continued widowhood or Spinsterhood.

51. The Treasury at which a pension is paid shall supply printed forms of Receipts to pensioners of the Fund, and no acknowledgment for Receipt of pensions shall be accepted if not written on such forms.

52. A declaration shall be attached at foot of each Receipt to the effect that it contains the genuine signature of the registered pensioner or of his guardian or of such other person as may be entitled to draw his or her allowance, and that the pensioner is not debarred under the rules of the Fund from drawing the amount stated in the Receipt.

53. The Treasury Officer shall, at the time of payment of a pension, issue a blank form of Receipt to every pensioner for use in the succeeding month.

54. Pensions shall be payable monthly on the production of a receipt signed by the pensioner or his guardian, if he be under legal disability, or by the person having the care of such pensioner, if he be labouring under any physical or mental in-firmity.

55. The Directors shall not recognise the receipt of a pensioner unable to write unless the Thumb impression or mark of the latter be attested by two respectable witnesses.

56. The Directors may refuse payment of a pension until the requirements of Rules 48 & 50 shall have been complied with,

and no suit shall be maintainable by, or on behalf of, any person for the recovery of a pension from the Fund unless the Extract and Certificates referred to in those Rules shall have been first obtained or furnished.

58. Pensions remaining unpaid before the death of the Pensioners shall be paid to their legal representatives in the usual way on receipt of a certificate from two respectable gentlemen of the locality establishing the representative character of the applicants to the satisfaction of the Directors.

59

~~58.~~ Surpluses declared at actuarial valuations may be devoted to affording relief to subscribers whose nominees die and to those of long standing

~~(Added as per Memorandum to H.H. 1st draft~~

G.R.S. 261

22/9/10

File No. 33

Serial No. 2

Diary No. of letter replied to 2475

Pol. No. 909.

General and Revenue Secretariat
(Banking)
, *the* 190

To
The First Asst to Resident

Date of issue 22-4-1911

Sir,

Signed by
Mr. C. S. Balasundaramiyer

I am directed to request you to be so good as to obtain for the use of the Darbar the rules & other printed papers relating to the marginally noted Service Funds for reference

1. Bengal Uncovenanted Service Family Pension Fund.
2. Bengal & Madras Service Family Pension Fund
3. Bombay United Service Family Pension Fund
4. General Family Pension Fund (Bombay)
5. Hindoo Family annuity Fund
6. Bengal Christian Family Pension Fund.

I have etc

Secretary

4/5/11 20.4.10

over.

SUBJECT.

Copies sent 22-4-10

22-4-10

07/4/10

List of enclosures,

Copied by

Examined by

GPB—10,000—23-5-68

Pol 1851 & 31/5/1910

No. 3241

FROM

MAJOR W. G. GREY, I. A.,

FIRST ASSISTANT TO THE RESIDENT IN MYSORE.

To

The Dewan of Mysore.

Dated Bangalore, 30th May 1910

SIR,

With reference to Mr. Balasundaram Iyer's letter No. 909-Pol., dated the 23rd April 1910, I am directed to forward herewith a copy of the papers noted in the margin relating to Service Funds, in the Bombay Presidency.

I. Rules of the
(1) Hindu Family Annuity Fund.
(2) Bombay Uncovenanted Service Family Pension Fund, Life Assurance Branch.
(3) Bombay Uncovenanted Service Family Pension Fund, Widows' Pension Branch.

II. Report of the Bombay Uncovenanted Service Family Pension Fund, for 1908-1909.

2. The Rules relating to other Service Funds will be transmitted to the Durbar on receipt.

I have the honour to be,

Sir,

Your most obedient servant,

W. G. Grey Major,

First Assistant Resident.

K.M.

R. P. B.—5-1910.—500.

T/ Hon'ble 8/6

No. 3520 4997 Pol: 1911 R 8-6-10.

From

Major W. G. GREY, I. A.,
FIRST ASSISTANT TO THE RESIDENT IN MYSORE.

To

The Dewan of Mysore.

Dated Bangalore, 8th June 1910

Sir,

In continuation of this office letter No.3241, dated the 30th May 1910, I am directed to forward herewith a copy of the --- papers noted on the margin relating to service -- Funds in Madras and Bengal.

x
(1) Rules and Byelaws of the Bengal Uncovenanted Service Family Pension Fund.

(2) The 72nd Report of do. for 1908-1909.

(3) Rules of the Bengal and Madras Service Family Pension Fund.

I have the honour to be,

Sir,

Your most obedient servant,

W. G. Grey Major,

First Assistant Resident.

K.M.

R. P. B.—5-1910.—500.

B 33-09 B 315/(5)

No. 4352 / 2—2.

Pol: 108

R 21-7-10.

From

Major W. G. GREY, I. A.,
FIRST ASSISTANT TO THE RESIDENT IN MYSORE.

To

The Dewan of Mysore.

Circl. sec

21.7.10

Dated Bangalore, 20 July 1910

Sir,

In continuation of this office letter No.3520, dated the 8th June 1910, I am directed to forward herewith a copy of the Memorandum and Articles of Association, together with a copy of the Annual Report of the General - Family Pension Fund, Bengal.

I have the honour to be,
Sir,
Your most obedient servant,

W. G. Grey Major,
First Assistant Resident.

K.M.

R. P. B.—6-1910.—500.

R. P. B.—5-1910.—1,000.

G.R.S. 261

File No. 33

Serial No. 3

Diary No. of letter replied to 2475

No. Inspection

General and Revenue Secretariat

(Banking)

, *the* 5 *19* .

Date of issue

Signed by

The Govt of K. & The Maha-
raja have been pleased to
sanction the starting of
a Family Pension Fund
on an Approach to the
State Life Insurance
Scheme. A Statement
of the principles under-
lying the scheme & gene-
rally together with
the rules regarding the
Fund are published
hereunder for the information
of Govt officials throughout the State:
& from of the public.
The Fund will be
started as soon as 50 officials
have expressed their
willingness to join
Persons desirous

SUBJECT.

the Fund should apply to the Navy Insurance Committee for information (or requiring further information

M 23/11/10

Here enter Section I & continue as para 4 para 2 of the Explanation note 6 to the Kaiser-i-Hind Act IV. Kaiser-i-Hind rules.

M 28/11/10

H Secy

Kaiser-i-Hind

the Comptroller

Lingson Gazette

List of enclosures.

Copied by

Examined by

23/11

(1)—20,000—12-8-10

G.R.S. 28.]

File No 33

Serial No.

Diary No. of letter replied to 2475

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.
(Banking

the 19

Date of issue

Signed by

Letter Dated 3.1.1910
From Insurance Spl

(2) Copy of Resolution No
Dy —

READ—

Letter No. 2103 dated 3rd January 1910 from the Secretary, Insurance Committee

Here enter in extenso letter and its enclosures.

ORDER THEREON.—No.

Government are pleased to sanction the proposal for starting a Family Pension Fund as an adjunct to the State Life Insurance Scheme. The Rules proposed for working

over

SUBJECT.

GPB—10,000—9-12-09

the fund are approved with a small addition and are reprinted hereunder. The rules will be issued as a Notification in the Gazette and the fund will be started after 50 persons have expressed their willingness to join

2. The funds belonging to the Family Pension Branch should be kept separate from those of the Life Insurance Department.

Financial Secretary. 28/11

To

The Secretary, Insurance Committee returning his papers.

(Here type the Rules as finally approved.)

[Copy Section II only]

Yle. 16/11

Dd.

Proceedings of the Government of His Highness the Maharaja of Mysore.

Read:-

letter No. 2103 dated 3rd January 1910 from the Secretary, Insurance Committee.

I have the honour to submit herewith for orders of Government a copy of Resolution IV passed in the matter meeting of the Insurance Committee held on the 11th December 1909, along with a set of the draft Rules relating to the addition of a Family Pension Branch to the Mysore State Life Insurance.

The file of papers containing the opinion of the members of the Insurance Committee are also forwarded for reference and kind return.

Copy of Resolution No. IV. dated 11th December 1909.

After further consideration of all the facts set forth by the Secretary in reference to the Scheme it was resolved that the draft rules relating to the addition of a Family pension Branch to the State Life Insurance be submitted to Government for favourable consideration and adoption after such further enquiry as may be deemed necessary by the Government, provided that the Funds belonging to this branch are kept separate from those of the present Life Insurance Department.

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Order thereon No.

Dated Bangalore, the 1910

Government are pleased to sanction the proposal for starting a Family Pension Fund as an adjunct to the State Life Insurance Scheme. The Rules proposed for working the fund are approved with a small addition and are reprinted hereunder. The rules will be issued as a Notification in the Gazette and the fund will be started after

after 50 persons have expressed their willingness to join.

2. The funds belonging to the Family Pension Branch should be kept separate from those of the Life Insurance Department.

Financial Secretary to Government.

To

The Secretary, Mysore State Life Insurance Committee returning his papers.

A.V.
67

SECTION II.

Rules regarding the Family Pension Branch of the Mysore State Life Insurance Office.

Admission of subscribers.

1. All employees of the Government of Mysore who are eligible for insurance under the Mysore State Life Insurance Rules will have the privilege of providing for the maintenance of their parents, widows, children and certain other relatives by paying additional subscription under the following rules.

The branch of the Mysore State Life Insurance Office dealing with such provisions will be called the Family Pension Branch.

2. Every intending subscriber to the Family Pension Branch who is already in service shall submit his Letter of Application through the head of his office to the Secretary in such form and with such declarations as the ~~Directors~~ Committee may prescribe; and on paying an Entrance Fee of Rs.4/- shall receive from the Secretary a letter authorising the Medical officer to examine him within a month from the date of such letter. In the event of the applicant failing

failing to appear before the Medical officer within the period aforesaid, he shall be liable to forfeiture of his Entrance Fee, unless sufficient reason can be shown by him for non-attendance. In case of renewal of his Application, he shall be required to pay a fresh Entrance Fee.

3. The entrance fee should be paid into the nearest Treasury and the Tresury receipt forwarded to the Secretary Insurance office with the application as evidence of payment.

4. The medical officer shall be entitled to a fee of Rs 4 /- for each applicant who is already in the service of Government and had been examined before for State Life Insurance. He should submit periodical bills on this account to the Secretary Insurance office who will return them after check with the Comptroller's order for payment at the Treasury.

5. In the case of persons newly admitted to an appointment in which Insurance is admissible the medical examination for ordinary Insurance and for Family Pension should take place simultaneously. In such cases no separate medical certificate for admission to the Family Pension Branch will be required and no fee will be payable

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to the medical officer.

6. No person shall be admitted as a subscriber to the Fund unless his general health be favourably reported upon by the Medical Officer to the satisfaction of the Senior Surgeon to the Government and the Insurance Committee.

7. When an applicant after having been once medically examined by the Medical Officer of the Fund, is required by him to be re-examined, a fee of Rs. 4/- for such re-examination shall be paid by the applicant.

8. The ~~Directors~~ Committee may refuse to admit as a subscriber to the Fund any person applying to be so admitted, without assigning any reason whatever for such refusal.

9. All matters connected with Proposals from intending subscribers shall be considered private and confidential.

10. When an applicant's proposal shall have been accepted or rejected by the ~~Directors~~ Committee, due intimation of the same in writing shall be given to him by the Secretary through the Head of his office within one week from the date of such ~~de~~ decision.

decision. In case of acceptance, he shall pay the amount of his Subscription for the month in which his proposal is accepted within 30 days from the date of receipt of Notice of Admission in cash into the nearest Treasury or failure to do so, such acceptance shall stand cancelled, and in the event of his renewing his Application, he shall be treated in all respects as a new applicant. The names of all persons accepted as Subscribers, the nature and amount of the pension subscribed for, the names, ages, and condition of their Nominees shall be registered in the Insurance Office, and Entrance certificates, in a form to be prescribed by the Directors, shall be grante to such Subscribers on payment of their first month's subscription. Provided that no person shall be entitled to the privileges of a Subscriber until he pays his first month's subscription.

II. Nature and limit of pensions which can be secured.

11. The amount of pensions which can be secured for each parent widow, child or relative shall range from Rs. 5/- to Rs. 30/- per mensem; provided that the ~~agreement~~ aggregate amount of pensions

pensions securable for any number of nominees by any single applicant shall, in no case, ~~ø~~ exceed Rs. 80/- per mensem, and that of this amount not more than Rs. 60/- shall be life pensions.

12. Pensions are given for life or for a term of years to Nominees of Subscribers.

13. A pension secured for a Parent shall terminate on the death of such Parent.

14. A pension secured for a Wife shall terminate on her death; provided that the pension payable to her shall remain in abeyance during the life time of a subsequent husband.

15. A pension terminable on death may also be secured for the following persons:-

(a) Step-mother.
(b) Widowed female Relative.
(c) Male Relative not younger than the Subscriber, nor below 21 years of age.

Provided that, in the case of a widowed pensioner, the pension shall remain in abeyance during the life time of any subsequent husband.

16. A pension for life may be secured for any ~~Re-~~ Relative, who is afflicted with such mental or bodily

bodily infirmity as in the opinion of the Directors, based on the Report of the Medical officer, permanently incapaciates the person so afflicted from obtaining his livelihood, or in the case of a female, from marrying.

17 A pension for life may be secured for any married female Relative whose husband is afflicted with such mental or ~~bodily~~ bodily infirmity as in the opinion of the Directors based on the Report of the Medical Officer of the Fund, or of any other Medical man, to be nominated by the Directors, permanently incapacitates the husband so afflicted from obtaining his livelihood.

18. Application for admission as a Subscriber shall be received from an employee desiring to secure a provision for any married female relation of good character, forsaken by her husband, or whose husband has remained unheard of for more than seven years at the date of the application . A certificate from two respectable residents of the place testifying to the correctness of the fact shall accompany the application. The applicant shall further solemn-

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solemnly declare the facts of the case in detail at the foot of his Personal Affirmation.

19. An intending Subscriber may secure a provision in the Fund for a Hindu Widow or orphan not related to him , but quite helpless and destitute and depending on him and living under his protection for not less than 10 years at the date of the application, and bearing a good moral character . A solemn declaration to the above effect, giving in detail the facts of the case shall be given at the foot of his Personal Affirmation.

20. A pension for a term can be secured for any male Relative under 21 years of age, and shall terminate on his completing that age.

21. A pension for a term can also be ~~###~~ secured for any unmarried female Relative, and shall terminate upon the marriage or completion of of her 18th year whichever shall first happen.

III. ~~###~~ Pensions not assignable

~~21~~. 22. The pensions granted by the Fund are for the personal benefit of the nominees of Subscribers. They are not assignable and the Directors shall refuse to pay any pension to any assignee.

IV. Rates of Subscriptions and other conditions.

23. The rates of subscription for securing pensions shall be regulated by the Tables, appended to these Rules, in the following manner:-

For a pension under Rules 12-17 Table I shall apply.

For a pension under Rules 19 and 20 Table II shall apply.

24. In fixing the rates of Subscription the age of the Subscriber shall be ascertained and calculated according to the ordinary Insurance Rules. The age of the Nominee shall be taken as the age on the birth-day preceding the date of admission.

25. No person shall be admitted as a Subscriber to the Fund who has more than one wife, living at the same time.

26. Any Subscriber, contracting a subsequent marriage during the life time of his wife shall, at the discretion of the Directors, be declared liable to pay an enhanced rate not exceeding 20 per cent of the rate hitherto paid by him.

27. If the Directors decide upon accepting the proposal of an Applicant whose life in their opinion

opinion, is exposed to more than ordinary hazard, but otherwise good, or if any existing Subscriber shall enter into or engage in any service or employment of a hazardous nature or if his life may otherwise become exposed to more than ordinary risk, such applicant or subscriber shall, during the continuance of such increased risk on his life, be liable to pay an augmented rate of subscription in proportion to such increased risk , not exceeing 25 per cent of the rate payable under the Tables appended to these Rules. The decision of the Directors as to the liability to pay an augmented rate of Subscription under this Rule, shall be binding upon all intending and existing subscribers from the date on which the decision may be duly notified to them .

28. Rates of pension and Subscription shall not be altered except with the sanction of Government and even in that case it will not adversely affect contracts existing at the time of alterations.

29. A subscriber wishing to increase the amount

amount of pension already subscribed for any Nominee , or to provide for new Nominees, shall, in all respects, conform to the Rules and Forms prescribed for observance in cases of original application for admission. The necessary endorsement shall be made on back of the Entrance Certificate as per Form B and C.

30. A subscriber may reduce the amount of pension already subscribed for by him by giving notice in writing to the Secretary of his desire to do so, and from the first day of the month following that in which such notice shall have been given, he shall be liable to pay a subscription at the rate provided for such lower amount of pension provided that the subscriber so reducing the amount of a pension, and the Nominee in respect of whom the pension has been reduced, shall have no claim upon the Fund by reason of the higher rate heretofore paid by the Subscriber. The necessary endorsement shall be made on the back of the Entrance Certificate. This rule equally applies to cases of withdrawal ~~or cancellation~~ or cancellation of provision of nominee with retrospective effect.

31. Subscription received beyond the date of death of a subscriber, or death or withdrawal of nominees of such subscriber shall be refunded

32. A duplicate copy of the Entrance Certificate may be issued to a Subscriber on payment of a fee of one Rupee, if he satisfies the Directors that the original has been lost or destroyed. From the date of issue of the duplicate copy , the original shall cease to be binding on the Fund.

V. Method of payment of Subscription

33. Subscriptions to the Family Pension Branch are payable by employees in service in the same manner as subscription to the Ordinary Insurance Branch.

34. Subscribers in receipt of pension from Government shall pay their subscription by deduction from their pension at the time such pension is drawn and the rules applicable to those who pay their subscription by deduction from pay shall apply mutatis mutandis to the case of pensioners.

35. Subscribers who permanently cease to draw pay or pension from Government for any reason should pay their subscriptions in cash into the nearest

nearest Treasury regularly within the first ten days of each month.

VI. Penalties &c

36. Wilful omission or misrepresentation of any facts connected with the name, age, health, or constitution of the applicant, or with the name and age of a Nominee, or of any other matter affecting admissibility to the benefits of the Fund or liability to pay augmented rate, shall involve the forfeiture of all claims on the Fund.

37. In the event of a Subscriber failing to pay his subscription during the period within which it becomes due according to the prescribed rules he and his nominee shall forfeit all claims on the Fund which he or they may have acquired. Provided that, in case, of the death of a subscriber before payment of his subscription within one month of default, the default shall not operate as a forfeiture of the claims of his nominee but the amount of the subscription in arrear shall in the first place be deducted from the pension payable to such Nominee.

38. Provided further that subscriptions paid subsequent to forfeiture of claims on the Fund, shall

shall not operate to revive them without the express orders of the Directors.

39. In the event of a subscriber failing to continue his subscription the Directors may on being satisfied of his inability to pay, allow his nominees, subject to prescribed conditions, such pensions as shall bear to the pensions originally secured the same proportion as the number of complete years during which he has paid his subscription, bears to the difference between 85 and the age at the last birthday of the said subscriber at the time he joined the Fund. Provided such subscriber has paid his subscription for a period of not less than 10 years for his Nominees. Provided further that such Subscriber furnishes the Secretary to the Fund in July of each year with life-certificates of his Nominees from two respectable persons, accompanied by a statement from himself showing their present condition, residence and occupation, and further pays during his life-time an annual registration fee at the rate of one anna per rupee of the aggregate yearly amount granted to his Nominees under this Rule.

40. If the Subscriber mentioned in the next preceding rule fails to comply with any of its requirements, he and his Nominees shall forfeit all claims on the Fund, unless the Directors within three months from date of forfeiture shall, on such terms and conditions as to them may appear proper, order the revival of such claims. If however, a subscriber dies in the month of July before payment of the Registration fee prescribed under the next preceding rule, it shall be deducted from the first payment made to his Nominees after his death, the certificates and statements required being ~~dispen~~ dispensed with.

41. The Directors may, at any time within six months from the date on which a subscriber forfeits his claims under the operation of Rule re-admit him on his furnishing satisfactory explanation of the cause of default and upon payment of the subscription due, together with a fine not exceeding four times the monthly subscription payable by him. In any other case the Directors may re-admit a subscriber to the benifit of the Fund on such further terms and

conditions

conditions , if any, as to them may seem proper Provided that no application for a revival of claims be admitted after the expiration of one year from the date of default.

42. In the event of a defaulting subscriber dying within the period allowed by the next preceding rule for the revival of his claims and before the actual renewal thereof, his Nominees shall not be entitled to the benefit of the Fund except on such conditions as may, in each case, be laid down by the Directors and unless an application be made by such Nominees within two months from the death of the Subscriber.

43. Provided that such subscriber has not during his life-time expressed his desire in writing to the office of the Fund to cease to be a subscriber either for inability to continue his subscription or for any other cause, within the limit of one year as fixed in Rule.

VII. Rules regarding payment of pension.

44. The Nominee of a subscriber shall be entitled to the pension subscribed for him or her from the date of the death of the subscriber.

45. Pensions shall be payable except in the cases hereinafter mentioned, only to the pensioners themselves or their duly authorized Agents.

46. Pensions of children under the age of eighteen years and of all other persons under legal disabilities shall be paid to their natural and constituted guardians.

47. Any pension payable to a person afflicted with any mental or bodily infirmity may, at the discretion of the Directors be paid to the person in charge of the pensioner.

48. No power-of-Attorney or Certificate of Guardian ship shall be recognized by the Directors unless the original be produced and a true copy thereof left for record at their office.

49. Upon the death of a subscriber, his Nominee, or if he be under legal disability, his guardian, or if he be suffering from mental or physical infirmity, the person in charge of him, shall apply to the Directors for the registration of the name of such Nominees as a Pensioner of the Fund, and the Directors shall, on the production of satisfactory evidence of the death of such subscriber, the identity of his Nominee

and

and in the case in which the pension is claimed on behalf of a Nominee, the authority of the applicant to receive such pension register in a book to be kept for the purpose, the name, parentage, age, residence and description of the pensioner, the nature of the provision made for and the amount of monthly allowance payable to him or her, the name and date of the death of the subscriber and his relationship with the Nominee. An extract from this book shall be furnished to the applicant.

50. In the event of no application for pension being received within three months from the death of a subscriber the Nominee should be asked to submit the usual application.

51. All pensioners of the Fund shall be required to furnish half-yearly a certificate of ~~existe-n~~ Existence from two respectable parties in the prescribed printed Form. Widow and Spinster pensioners shall also respectively furnish like certificates of continued widowhood or Spinisterhood.

52. The Treasury at which a pension is ~~said~~ paid shall supply printed forms of Receipts to Pen-

Pensioners

Pensioners of the Fund, and no acknowledgment for Receipt of pensions shall be accepted if not written on such forms.

53. A declaration shall be attached at foot of each receipt to the effect that it contains the genuine signature of the registered pensioner or of his guardian or of such other person as may be entitled to draw his or her allowance, and that the pensioner is not debarred under the rules of the Fund from drawing the amount stated in the Receipt.

54. The Treasury Officer shall, at the time of payment of a pension, issue a blank form of Receipt to every pensioner for use in the succeeding month.

55. Pensions shall be payable monthly on the production of a receipt signed by the pensioner or his guardian, if he be under legal disability, or by the person having the care of such pensioner, if he be labouring under any physical or mental infirmity.

56. The Directors shall not recognise the receipt of a pensioner unable to write unless the thumb

impression

impression or mark of the latter be attested by two respectable witnesses.

57. The Directors may refuse payment of a pension until the requirements of Rules 48 and 50 shall have been complied with and no suit shall be maintainable by, or on behalf of, any person for the recovery of a pension from the Fund unless the Extract and Certificates referred to in those Rules shall have been first obtained or furnished

58. Pensions remaining unpaid before the death of the pensioners shall be paid to their legal representatives in the usual way on receipt of a certificate from two respectable gentlemen of the locality establishing the representative character of the applicants to the satisfaction of the Directors.

59. Surplusses declared at actuarial valuations may be devoted to affording relief to subscribers whose Nominees die and to those of long standing.

A.V.

Government of His Highness the Maharaja of Mysore,

General and Revenue Secretariat,

Dated Bangalore November 1910.

No.

N O T I F I C A T I O N.

The Government of His Highness the Maharaja have been pl pleased to sanction the starting of a Family Pension Fund as an adjunct to the State Life Insurance Scheme. A statement of the principles underlying the scheme and general outline together with the rules regarding the Fund are published hereunder for information of Government officials throughout the State.

The Fund will be started as soon as fifty officials have expressed their willingness to join. Persons desirous of joining the Fund or requiring further information should apply to the Secretary Insurance Committee.

Proposed addition of a Family Pension Branch.

S E C T I O N, I.

Principles underlying the scheme and general outline.

The principle on which the operations of this branch will be based are the same as those underlying the operation of other Family Pension Funds. All subscribers who join the Branch secure substantial family pensions in case they die leaving nominees dependent on them. The pension payable to the nominees may be in many cases much larger than the subscription paid by the subscriber e,g, if a subscriber aged 25 dies leaving a widow aged 18 after having paid subscription for say six months to the extent of a few rupees , the widow may enjoy a pension of Rs. 10/- a month for 50 years or more i,e, as long as she may live. On the other hand if both the subscriber and the nominee live for a long time or if the nominee dies before the subscriber the Fund has some advantage.

2. It will be seen that such an institution for the provision of family pension is one of mutual benefit. The subscribers in a body may be said

to undertake the work of maintaining the family of those amongst them who may be so unfortunate as to die leaving helpless dependents. A subscriber whose nominee dies after he has paid subscription for some time may have some satisfaction in knowing that though the contingency for which he was making the payments has not come to pass and the provision has been made unnecessary in his case, his payments will help in maintaining widows and orphans in other cases where the breadwinner has died before the nominees.

3. The fact that all permanent employees of the Mysore Government are required to insure their lives in the State Insurance office guards to some extent against the contingency of dependents of Government servants being left absolutely destitute at their death. But the interest of the insurance money is not sufficient in any case to maintain the family and for various reasons an unassignable monthly pension is much surer and better mode of provision for widows and orphans than a lump sum . Moreover the contentment and peace of mind which results from a person

person, feeling that a provision has been made for the maintenance of his family after his death cannot be held to be secured by the existing Insurance Rules. Such contentment and peace of mind on the part of public servants is of much direct advantage to the persons themselves and of indirect advantage to the state. And the scheme of family pensions is proposed to secure the above result as far as possible. It must be understood however that subscription to the Family Pension scheme will be entirely optional in the case of all present and future employees of the State, and that those who join will have perfect liberty in subscribing for any dependants they like consistently with the rules.

4. The main feature of the Scheme are the following:-

(1) Subscriptions to the Fund will be entirely optional.

(2) An official, by paying a fixed monthly subscription during his life time may secure a pension for life or for a term of years to a specified nominee, or specified nominees, such as wi child, parent or other relative, who shall sur th

the subscriber. If any nominee pre-deceases the subscriber, the latter shall not be entitled to a refund of the whole or a portion of the subscriptions paid paid on behalf of such nominee.

(3) The intending subscriber will be liable to medical examination; there will be no medical examination for nominees.

(4) The amount of pension which can be secured for each nominee shall be not less than Rs. 5/- or more than Rs. 30/- per mensem, and the aggregate amount of the pensions which may be secured for all the nominees of a subscriber shall not exceed Rs. 80/- per mensem, of which not more than Rs. 60 per mensem shall be life pensions.

(5) The nominees will not be permitted to assign their pensions.

~~Proposed~~ Addition of a Family Pension Branch to the Mysore State Life Insurance Fund.

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Principles underlying the scheme and general outline.

The principle on which the operations of this branch will be based are the same as those underlying the operation of other Family Pension Funds. All subscribers who join the Branch secure substantial family pensions in case they die leaving nominees dependent on them. The pension payable to the nominees may be in many cases much larger than the subscription paid by the subscriber e,g, if a subscriber aged 25 dies leaving a widow aged 18 after having paid subscription for say six months to the extent of a few rupees , the widow may enjoy a pension of Rs. 10/- a month for 50 years or more i,e, as long as she may live. On the other hand if both the subscriber and the nominee live for a long time or if the nominee dies before the subscriber the Fund has some advantage. (See however rule 59.)

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the subscriber. If any nominee pre-deceases the subscriber, the latter shall not be entitled to a refund of the whole or a portion of the subscriptions paid on behalf of such nominee.

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2. Every intending subscriber to the Family Pension Branch who is already in service shall submit his letter of Application through the head of his office to the Secretary in such form and with such declarations as the ~~Directors~~ Committee may prescribe; and on paying an Entrance fee of Rs.4/- shall receive from the Secretary a letter authorising the Medical officer to examine him within a month from the date of such letter. In the event of the applicant failing

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5. In the case of persons newly admitted to an appointment in which Insurance is admissible the medical examination for ordinary Insurance and for Family Pension should take place simultaneously. In such cases no separate medical certificate for admission to the Family Pension Branch will be required and no fee will be payable

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6. No person shall be admitted as a subscriber to the Fund unless his general health be favourably reported upon by the Medical Officer to the satisfaction of the Senior Surgeon to the Government and the Insurance Committee.

7. When an applicant after having been once medically examined by the Medical Officer of the Fund, is required by him to be re-examined, a fee of Rs. 4/- for such re-examination shall be paid by the applicant.

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13. A pension secured for a Parent shall terminate on the death of such Parent.

14. A pension secured for a Wife shall terminate on her death; provided that the pension payable to her shall remain in abeyance during the life time of a subsequent husband.

15. A pension terminable on death may also be secured for the following persons:-

(a) Step-mother.
(b) Widowed female Relative.
(c) Male Relative not younger than the Subscriber, nor below 21 years of age.

Provided that, in the case of a widowed pensioner, the pension shall remain in abeyance during the life time of any subsequent husband.

16. A pension for life may be secured for any Relative, who is afflicted with such mental or

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18. Application for admission as a subscriber shall be received from an employee desiring to secure a provision for any married female relation of good character, forsaken by her husband, or whose husband has remained unheard of for more than seven years at the date of the application . A certificate from two respectable residents of the place testifying to the correctness of the fact shall accompany the application. The applicant shall further solemn-

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19. An intending Subscriber may secure a provision in the Fund for a Hindu widow or orphan not related to him , but quite helpless and destitute and depending on him and living under his protection for not less than 10 years at the date of the application, and bearing a good moral character . A solemn declaration to the above effect, giving in detail the facts of the case shall be given at the foot of his personal affirmation.

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21. A pension for a term can also be ~~xxx~~ secured for any unmarried female relative, and shall terminate upon the marriage or completion of of her 18th year whichever shall first happen.

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For a pension under Rules ~~12-17~~ 13-19 Table I shall apply.

For a pension under Rules ~~18 and~~ 20 and 21 Table II shall apply.

24. In fixing the rates of ~~S~~subscription the age of the ~~S~~subscriber shall be ascertained and calculated according to the ~~ordinary~~ State Insurance Rules. The age of the ~~N~~nominee shall be taken as the age on the birth-day preceding the date of admission.

25. No person shall be admitted as a ~~S~~subscriber to the ~~F~~und who has more than one wife, living at the same time.

26. Any ~~S~~subscriber, contracting a subsequent marriage during the life time of his wife, shall at the descretion of the ~~Directors~~ Committee, be declared liable to pay an enhanced rate not exceeding 20 per cent of the rate hitherto paid by him.

27. If the ~~Directors~~ Committee decide upon accepting the proposal of an ~~A~~pplicant whose life in their opinion

opinion, is exposed to more than ordinary hazard, but otherwise good, or if any existing Subscriber shall enter into or engage in any service or employment of a hazardous nature, or if his life may otherwise become exposed to more than ordinary risk, such applicant or subscriber shall, during the continuance of such increased risk on his life, be liable to pay an augmented rate of subscription in proportion to such increased risk not exceeding 25 per cent of the rate payable under the Tables appended to these Rules. The decision of the Committee as to the liability to pay an augmented rate of Subscription under this Rule, shall be binding upon all intending and existing subscribers from the date on which the decision may be duly notified to them .

28. Rates of pension and subscription shall not be altered except with the sanction of Government and even in that case it will not adversely affect contracts existing at the time of alterations.

29. A subscriber wishing to increase the amount

amount of pension already subscribed for any Nominee , or to provide for new Nominees, shall, in all respects, conform to the Rules and forms prescribed for observance in cases of original application for admission. The necessary endorsement shall be made on back of the Entrance Certificate (Vide Rule 10) ~~on per Form B~~ ~~annexed~~.

30. A subscriber may reduce the amount of pension already subscribed for by him by giving notice in writing to the Secretary of his desire to do so, and from the first day of the month following that in which such notice shall have been given, he shall be liable to pay a subscription at the rate provided for such lower amount of pension provided that the subscriber so reducing the amount of a pension and the Nominee in respect of whom the pension has been reduced, shall have no claim upon the Fund by reason of the higher rate heretofore paid by the Subscriber. The necessary endorsement shall be made on the back of the Entrance Certificate. This rule equally applies to cases of withdrawal or cancellation ~~or cancellation~~ of provision of nominee with retrospective effect.

31. Subscription received beyond the date of death of a subscriber, or death or withdrawal of nominees of such subscriber shall be refunded

32. A duplicate copy of the Entrance Certificate may be issued to a Subscriber on payment of a fee of one Rupee, if he satisfies the Committee that the original has been lost or destroyed. From the date of issue of the duplicate copy, the original shall cease to be binding on the Fund.

V. Method of payment of Subscription

33. Subscriptions to the Family Pension Branch are payable by employees in service in the same manner as subscription to the Ordinary Insurance Branch.

34. Subscribers in receipt of pension from Government shall pay their subscription by deduction from their pension at the time such pension is drawn and the rules applicable to those who pay their subscription by deduction from pay shall apply mutatis mutandis to the case of pensioners.

35. Subscribers who permanently cease to draw pay or pension from Government for any reason should pay their subscriptions in cash into the

nearest

of the major part

nearest treasury regularly within the first ten days of each month.

VI. Penalties &c

36. Wilful omission or misrepresentation of any facts connected with the name, age, health, or constitution of the applicant, or with the name and age of a nominee, or of any other matter affecting admissibility to the benefits of the Fund or liability to pay augmented rate, shall involve the forfeiture of all claims on the Fund.

37. In the event of a subscriber failing to pay his subscription during the period within which it becomes due according to the prescribed rules he and his nominee shall forfeit all claims on the Fund which he or they may have acquired. Provided that, in case, of the death of a subscriber before payment of his subscription within one month of default, the default shall not operate as a forfeiture of the claims of his nominee but the amount of the subscription in arrear shall in the first place be deducted from the pension payable to such nominee.

38. Provided further that subscriptions paid subsequent to forfeiture of claims on the Fund, shall

shall not operate to revive them without the express orders of the ~~Directors~~ Committee.

39. In the event of a subscriber failing to continue his subscription the ~~Directors~~ Committee may on being satisfied of his inability to pay allow his nominees, subject to prescribed conditions such pensions as shall bear to the pensions originally secured the same proportion as the number of complete years during which he has paid his subscription, bears to the difference between 85 and the age at the last birthday of the said subscriber at the time he joined the Fund, provided such subscriber has paid his ~~subscription~~ subscription for a period of not less than 10 years for his Nominees; provided further that such Subscriber furnishes the Secretary to the Fund in July of each year with life-certificates of his Nominees from two respectable persons, accompanied by a statement from himself showing their present condition, residence and occupation, and further pays during his life-time an annual registration fee at the rate of one anna per rupee of the aggregate yearly amount granted to his Nominees under this rule.

40. If the Subscribor mentioned in the next preceding rule fails to comply with any of its requirements, he and his Nominees shall forfeit all claims on the Fund, unless the ~~Directors~~ Committee within three months from date of forfeiture shall, on such terms and conditions as to them may appear proper, order the revival of such claims. If however, a subscriber dies in the month of July before payment of the Registration fee prescribed under the next preceding rule, it shall be deducted from the first payment made to his Nominees after his death, the certificates and statements required being ~~dispen~~ dispensed with.

41. The ~~Directors~~ Committee may, at any time within six months from the date on which a subscriber forfeits his claims under the operation of Rule 37, re-admit him on his furnishing satisfactory explanation of the cause of default and upon payment of the subscription due, together with a fine not exceeding four times the monthly subscription payable by him. In any other case the ~~Directors~~ Committee may re-admit a subscriber to the benifit of the Fund on such further terms and

conditions , if any, as to them may seem proper; provided that no application for a revival of claims be admitted after the expiration of one year from the date of default.

42. In the event of a defaulting subscriber dying within the period allowed by the next preceding rule for the revival of his claims and before the actual renewal thereof, his Nominees shall not be entitled to the benefit of the Fund except on such conditions as may, in each case, be laid down by the ~~Directors~~ Committee and unless an application be made by such Nominees within two months from the death of the Subscriber.

43. Provided that such subscriber has not during his life-time expressed his desire in writing to the office of the Fund to cease to be a subscriber either for inability to continue his subscription or for any other cause, within the limit of one year as fixed in Rule 4/

VII. Rules regarding payment of pension.

44. The Nominee of a subscriber shall be entitled to the pension subscribed for him or her from the date of the death of the subscriber.

45. Pensions shall be payable except in the cases hereinafter mentioned, only to the pensioners themselves or their duly authorized agents. For appointing an agent a female pensioner will have only to sign or affix her mark to a Declaration in the presence of two respectable witnesses.

46. Pensions of children under the age of eighteen years and of all other persons under legal disabilities shall be paid to their natural and constituted guardians. The pension of a minor child will be paid to the mother of the child without the production of any legal authority; provided that guardians for minor nominees, appointed by the subscriber during his life time and registered in the insurance office will be always recognised.

47. Any pension payable to a person afflicted with any mental or bodily infirmity may, at the discretion of the ~~Directors~~ Committee be paid to the person in charge of the pensioner.

48. No power-of-Attorney or Certificate of Guardian ship shall be recognized by the ~~Directors~~ Committee unless the original be produced and a true copy thereof left for record at their office.

49. Upon the death of a subscriber, his Nominee, or if he be under legal disability, his guardian, or if he be suffering from mental or physical infirmity, the person in charge of him shall apply to the ~~Directors~~ Secretary for the registration of the name of such Nominees as a Pensioner of the Fund, and the ~~Directors~~ Secretary acting under the orders of the Committee shall, on the production of satisfactory evidence of the death of such subscriber, the identity of his Nominee and

and in the case in which the pension is claimed on behalf of a Nominee the authority of the applicant to receive such pension register in a book to be kept for the purpose, the name, parentage, age, residence and description of the pensioner, the nature of the provision made for and the amount of monthly allowance payable to him or her, the name and date of the death of the subscriber and his relationship with the Nominee. An extract from this book shall be furnished to the applicant.

50. In the event of no application for pension being received within three months from the death of a subscriber the Nominee will be asked to submit the usual application.

51. All pensioners of the Fund shall be required to furnish half-yearly a certificate of Existence from two respectable parties in a prescribed printed form which will be supplied free. Widow and Spinster pensioners shall also respectively furnish like certificates of continued widowhood or Spinister hood.

52. The Treasury at which a pension is paid shall supply printed forms of Receipts to Pensioners

pensioners of the Fund, and no acknowledgment for Receipt of pensions shall be accepted if not written on such forms.

53. A declaration shall be attached at foot of each receipt to the effect that it contains the genuine signature of the registered pensioner or of his guardian or of such other person as may be entitled to draw his or her allowance, and that the pensioner is not debarred under the rules of the Fund from drawing the amount stated in the Receipt.

54. The Treasury Officer shall, at the time of payment of a pension, issue a blank form of Receipt to every pensioner for use in the succeeding month.

55. Pensions shall be payable monthly on the production of a receipt signed by the pensioner or his guardian, if he be under legal disability, or by the person having the care of such pensioner, if he be labouring under any physical or mental infirmity.

56. The ~~Directors~~ Committee shall not recognise the receipt of a pensioner unable to write unless the thumb

impression

impression or mark of the latter be attested by two respectable witnesses.

57. The ~~Directors~~ Committee may refuse payment of a pension until the requirements of Rules ~~48~~ 49 and ~~50~~ 51 shall have been complied with and no suit shall be maintainable by, or on behalf of any person for the recovery of a pension from the Fund unless the Extract and Certificates referred to in these Rules shall have been first obtained or furnished.

58. Pensions remaining unpaid before the death of the pensioners shall be paid to their legal representatives in the usual way on receipt of a certificate from two respectable gentlemen of the locality establishing the representative character of the applicants to the satisfaction of the ~~Directors~~ Committee.

59. Surplusses declared at actuarial valuations with the sanction of Govt may be devoted to affording relief to subscribers whose Nominees die and to those of long standing